

**Investment Manager Asset Allocation**

The table below illustrates the distribution of assets across the Fund's investment managers as of June 30, 2004.

**Asset Distribution Across Investment Managers****June 30, 2004**

	<b>Market Value</b>	<b>Percent</b>
<b>Domestic Equity</b>	<b>\$3,973,294,301</b>	<b>46.34%</b>
<b>Large Cap Growth</b>	<b>\$901,841,886</b>	<b>10.52%</b>
Ark Asset	379,188,878	4.42%
Bank of Hawaii	43,338,467	0.51%
Bishop Street	105,637,207	1.23%
Goldman Sachs	373,677,334	4.36%
<b>Large Cap Value</b>	<b>\$1,122,298,856</b>	<b>13.09%</b>
Barrow Hanley	571,074,498	6.66%
Delaware Inv. Adv.	551,224,358	6.43%
<b>Large Cap Core</b>	<b>\$1,061,973,013</b>	<b>12.39%</b>
CM Bidwell	65,262,442	0.76%
Mellon S&P Index	996,669,593	11.62%
Transition Account	40,977	0.00%
<b>Mid-Cap Equity</b>	<b>\$423,902,119</b>	<b>4.94%</b>
Denver Mid-Cap	120,060,396	1.40%
Independence-Mid Cap	141,349,259	1.65%
Oppenheimer-Mid Cap	162,492,464	1.90%
<b>Small Cap Equity</b>	<b>\$463,278,427</b>	<b>5.40%</b>
Jennison	231,594,589	2.70%
T. Rowe Price	231,683,838	2.70%
<b>Domestic Fixed-Income</b>	<b>\$1,624,286,530</b>	<b>18.94%</b>
<b>Core Fixed-Income</b>	<b>\$334,159,267</b>	<b>3.90%</b>
CIC/HCM Asset Mgmt	146,043,466	1.70%
Pacific Income Adv	188,115,801	2.19%
<b>Core Plus Fixed-Income</b>	<b>\$1,207,396,230</b>	<b>14.08%</b>
Bradford & Marzec	597,127,502	6.96%
PIMCO	610,268,728	7.12%
<b>Short Term</b>	<b>\$68,556,078</b>	<b>0.80%</b>
<b>Mortgages</b>	<b>\$14,174,955</b>	<b>0.17%</b>

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	Market Value	Percent
<b>Int'l Equity</b>	<b>\$1,506,503,868</b>	<b>17.57%</b>
<b>EAFE</b>	<b>\$1,030,498,047</b>	<b>12.02%</b>
Bank of Ireland	421,477,130	4.92%
State Street EAFE	609,020,917	7.10%
<b>High Alpha</b>	<b>\$225,094,501</b>	<b>2.63%</b>
Julius Baer	110,633,044	1.29%
Mercator	114,461,457	1.33%
<b>Emerging Mkts.</b>	<b>\$250,911,320</b>	<b>2.93%</b>
Capital Intl.	250,911,320	2.93%
<b>Intl Fixed-Income</b>	<b>\$591,246,666</b>	<b>6.90%</b>
Oechsle Intl.	293,702,642	3.43%
PIMCO Intl.	297,544,024	3.47%
<b>Real Estate</b>	<b>\$603,743,075</b>	<b>7.04%</b>
<b>Alternative Inv.</b>	<b>\$275,035,789</b>	<b>3.21%</b>
Abbott Capital	183,738,752	2.14%
Hancock Timber Resource	91,297,037	1.06%
<b>Total Fund</b>	<b>\$8,574,110,229</b>	<b>100.00%</b>